

**UNIFIED SCHOOL DISTRICT NO. 372**

Silver Lake, Kansas

**REGULATORY BASIS FINANCIAL STATEMENTS**

For the year ended June 30, 2014

And

**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS**

...*KL*...

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## UNIFIED SCHOOL DISTRICT NO. 372

Silver Lake, Kansas

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***Karlin & Long, LLC***  
***Certified Public Accountants***

**INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS**

Board of Education  
Unified School District No. 372  
Silver Lake, Kansas 66539

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 372, Silver Lake, Kansas ("Municipality") as of and for the year ended June 30, 2014, and the related notes to the financial statements.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the presentation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

***Auditors' Responsibility***

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the

reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 1 of the financial statement, the financial statement is prepared by the Unified School District No. 372, Silver Lake, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Unified School District No. 372, Silver Lake, Kansas as of June 30, 2014 or changes in financial position and cash flows thereof for the year then ended.

***Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 372, Silver Lake, Kansas (“Municipality”) as of June 30, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

***Report on Supplementary Information***

Our audit was conducted for the purpose of forming opinion on the 2014 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1, 2, 3, 4 and 5 as listed in the table of

contents) are presented for purposes of additional analysis and are not a required part of the 2014 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statement. The 2014 information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

A handwritten signature in cursive script that reads "Karlin & Long, LLC". The signature is written in dark ink and is positioned above the printed name of the firm.

Karlin & Long, LLC  
Certified Public Accountants

Lenexa, KS  
September 1, 2014

## USD #372 SILVER LAKE, KANSAS

Summary Statement of Cash Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2014

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Governmental Type Funds</b>							
General Funds							
General	\$ 0	0	\$ 4,676,715	\$ 4,676,715	\$ 0	\$ 325	\$ 325
Supplemental General	78,574	351	1,543,826	1,575,812	46,939	65,973	112,912
Special Purpose Funds							
Vocational Education	80,000	0	182,378	176,202	86,176		86,176
Special Education	646,311	33	828,001	873,279	601,066	3,072	604,138
Driver Education	30,403	0	9,913	9,007	31,309		31,309
Food Service	70,427	0	315,106	302,444	83,089		83,089
Capital Outlay	1,033,909	0	125,518	179,534	979,893	37,227	1,017,120
Professional Development	63,212	0	30,000	29,358	63,854		63,854
KPERs Special Contribution	0	0	457,817	457,817	0		0
At Risk (K-12)	48,417	0	171,784	172,201	48,000		48,000
At Risk (4 year old)	25,594	0	16,000	16,371	25,223		25,223
District Activity Funds	60,001	0	200,517	203,681	56,837		56,837
Textbook Rental Fund	87,275	0	54,727	52,338	89,664		89,664
Contingency Reserve Fund	497,514	0	6,756	0	504,270		504,270
Title I	0	0	38,531	38,531	0		0
Title IV	750	0	0	0	750		750
Carl Perkins	1,227	0	159	0	1,386		1,386
Title IIA	0	0	7,727	7,727	0		0
Title VIB	0	0	136,537	136,537	0		0
Early Childhood Flo thru	0	0	7,205	7,205	0		0
Bond and Interest Funds	552,266	0	567,071	582,946	536,391		536,391
Capital Projects	2,300	0	3	0	2,303		2,303
<b>Total Reporting Entity</b>	<b>\$ 3,278,180</b>	<b>\$ 384</b>	<b>\$ 9,376,291</b>	<b>\$ 9,497,705</b>	<b>\$ 3,157,150</b>	<b>\$ 106,597</b>	<b>\$ 3,263,747</b>
<b>Composition of Cash</b>							
Checking Accounts							\$ 118,392
Petty Cash							4,500
Savings Accounts							3,381,196
Total Cash							3,504,088
Agency Funds per Statement 4							240,341
<b>Total Reporting Entity</b>							<b>\$ 3,263,747</b>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 – Summary of Significant Accounting Policies**

**Municipal Financial Reporting Entity**

USD No.372 is a municipal corporation governed by an elected seven member board. The district as an entity has been defined to include, on a combined basis, (a) USD No.372 (b) organizations for which USD No. 372 is financially accountable, and (c) other organizations for which the nature and significance of their relationship with USD No.372 are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

**Fund Descriptions**

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the year 2014:

**Governmental Funds**

**General Fund** – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Revenue Funds** – Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long term debt) that are intended for specified purposes

**Bond and Interest Fund** – To account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt.

**Capital Project Funds** – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 – Summary of Significant Accounting Policies (Continued)**

**Fiduciary Funds**

**Agency Funds** – Funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, activity accounts, etc.).

**Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America**

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

**Reimbursed Expenses**

Expenditures in the amount of \$ 61,520 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the



UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 – Summary of Significant Accounting Policies (Continued)**

**Reimbursed Expenses (Continued)**

amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

**Budgetary Information**

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5<sup>th</sup>.
3. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenues other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There was a budget amendment to the General Fund this year.

The statutes permit transferring budgeted amounts between accounts within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 1 – Summary of Significant Accounting Policies (Continued)**

**Budgetary Information (continued)**

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the city for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract.

All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds and trust funds and the following special revenue funds:

Carl Perkins	Title IIA Fund
Title IV Fund	Early Childhood Flo-Thru
Contingency Reserve Fund	District Activity Funds
Title I Fund	Title VI B Fund
Textbook Rental Fund	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

**Inventories and Prepaid Expenses**

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

**Use of Estimates**

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 2 – Deposits and Investments**

**Deposits**

K.S.A. 9-1401 establishes the depositories which may be used by the district. The statute requires banks eligible to hold the district's funds have a main or branch bank in the county in which the district is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the district's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The district has no investment policy that would further limit its investment choices. The district had no investments during 2014.

**Concentration of Credit Risk**

State statutes place no limit on the amount the district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2014.

At June 30, 2014, the government's carrying amount of deposits was \$ 3,504,088 and the bank balance was \$ 3,347,080. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$ 250,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the district's name.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 2 – Deposits and Investments (Continued)**

**Custodial Credit Risk – Investments**

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

**NOTE 3 – Defined Benefit Pension Plan**

**Plan Description** – USD No. 372 participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

**Funding Policy** – K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depending on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414 (h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

**NOTE 4 – Risk Management**

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the county carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 5 – Stewardship, Compliance and Accountability**

We noted no violations of Kansas statutes for the period under audit.

**NOTE 6 – Compensated Absences**

All professional employees shall be allowed (12) days of leave per school year, with the June payroll, the Board of Education will buy down professional employees unused leave in excess of thirty (30) days at \$100 per day. Upon retirement or resignation, contingent upon meeting contractual obligations and tenured teachers will receive payment for all unused leave at employee's daily rate of pay. Upon death, of the professional employee, the KPERs beneficiary will receive payment for all unused leave at the employee's daily rate of pay.

Each classified employee shall be granted 1 day of leave per month worked, plus two additional days (formerly personal leave). Leave days for the employment year shall be granted at the commencement of employment or on July 1 thereafter. Leave shall be accumulated to a maximum of four (4) times the annual leave and shall be prorated to the number of hours worked daily. (Example: a nine month employee authorized to work six hours per day will be granted nine (9), six (6) hour days of leave accumulative to a maximum of 36 days). Leave is defined as temporary leave with full pay for any reason determined by the individual classified employee. New employees will not be granted leave until after 90 days of employment with the district. Classified employees may use leave to gain compensation for non-duty days that occur during the term of employment. Non-duty days (for all except operations and maintenance personnel) are days that school is not in session because of inclement weather, funerals, or student vacations. Classified personnel will be reimbursed for leave in excess of the maximum allowed at the rate of one half their hourly rate of employment. This payment will be made with the July payroll.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 7 – Interfund Transactions**

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At Risk (K-12)	K.S.A. 72-6428	\$ 21,000
General Fund	Contingency Fund	K.S.A. 72-6428	6,756
General Fund	Special Education Fund	K.S.A. 72-6428	617,504
General Fund	Vocational Education Fund	K.S.A. 72-6428	2,000
Supplemental General Fund	Professional Development	K.S.A. 72-6425	30,000
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6425	175,118
Supplemental General Fund	Special Education Fund	K.S.A. 72-6425	165,573
Supplemental General Fund	At Risk (K-12)	K.S.A. 72-6425	150,784
Supplemental General Fund	At Risk (4 yr old)	K.S.A. 72-6425	16,000

**NOTE 8 – Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree will still receive a portion paid by the district towards their premium therefore they will pay the difference in amounts, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium until the age of 65. However, the cost of this subsidy has not been quantified in these statements. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

**NOTE 9 – Contingency**

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statements.

UNIFIED SCHOOL DISTRICT NO. 372  
Silver Lake, Kansas

**NOTES TO FINANCIAL STATEMENTS**

**NOTE 10 – Subsequent Events**

Subsequent events for management's review have been evaluated through September 10, 2014. The date in the prior sentence is the date the financial statements were available to be issued.

**NOTE 11 – In Substance Receipt in Transit**

The District received \$412,867 subsequent to June 30, 2014 and as required by K.S.A 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2014

UNIFIED SCHOOL DISTRICT NO.372  
Silver Lake, Kansas

NOTES TO FINANCIAL STATEMENTS

**Note 12 - Long Term Debt**

Changes in long-term liabilities for the District for the year ended June 30, 2014 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds Series 2007	4.10-6.25%	6/1/07	\$ 7,900,000	10/1/27	\$ 7,845,000	\$	\$ 245,000	\$ (245,000)	\$ 7,600,000	\$ 337,946
Leases										
Excel Energy	4.70%	4/1/11	157,750	4/1/21	131,775		13,921	(13,921)	117,854	6,032
High School Retrofit	2.78%	4/3/01	1,580,000	3/1/21	848,588		96,111	(96,111)	752,477	22,927
Total Long Term Debt					\$ 8,825,363	\$ 0	\$ 355,032	\$ (355,032)	\$ 8,470,331	\$ 366,905

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	2015	2016	2017	2018	2019	2020-2024	2025-2028	Total
<b>Principal</b>								
General Obligation Bonds	\$ 275,000	\$ 310,000	\$ 345,000	\$ 380,000	\$ 420,000	\$ 2,750,000	\$ 3,120,000	\$ 7,600,000
Special Assessment Bonds								0
Certificates of Participation								0
Capital Leases	113,384	116,843	120,412	124,097	127,897	267,698		870,331
Revenue Bonds								0
KDHE Loans								0
Temporary Notes								0
Total Principal	388,384	426,843	465,412	504,097	547,897	3,017,698	3,120,000	8,470,331
<b>Interest</b>								
General Obligation Bonds	321,696	303,415	286,397	271,285	254,771	961,935	274,260	2,673,759
Special Assessment Bonds								0
Certificates of Participation								0
Capital Leases	25,606	22,147	18,578	14,894	11,092	10,288		102,605
Revenue Bonds								0
KDHE Loans								0
Temporary Notes								0
Total Interest	347,302	325,562	304,975	286,179	265,863	972,223	274,260	2,776,364
Total Principal and Interest	\$ 735,686	\$ 752,405	\$ 770,387	\$ 790,276	\$ 813,760	\$ 3,989,921	\$ 3,394,260	\$ 11,246,695



**Unified School District No. 372, Silver Lake, Kansas**

**Regulatory-Required**

**Supplementary Information**

**For the year ended June 30, 2014**

## USD #372 SILVER LAKE, KANSAS

Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2014

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
<b>Governmental Type Funds</b>						
<b>General Funds</b>						
General	\$ 4,615,195	0	\$ 61,520	\$ 4,676,715	\$ 4,676,715	\$ 0
Supplemental General	1,575,812	0	0	1,575,812	1,575,812	0
<b>Special Purpose Funds</b>						
Vocational Education	176,202	0	0	176,202	176,202	0
Special Education	1,207,613	0	0	1,207,613	873,279	(334,334)
Driver Training	36,728	0	0	36,728	9,007	(27,721)
Food Service	359,550	0	0	359,550	302,444	(57,106)
Capital Outlay	922,000	0	0	922,000	179,534	(742,466)
Professional Development	63,212	0	0	63,212	29,358	(33,854)
KPERS Special Contribution	502,865	0	0	502,865	457,817	(45,048)
At-Risk Fund (K-12)	199,500	0	0	199,500	172,201	(27,299)
At-Risk Fund (4year old)	25,594	0	0	25,594	16,371	(9,223)
<b>Bond and Interest Funds</b>						
Bond and Interest	584,000	0	0	584,000	582,946	(1,054)

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## GENERAL FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 535,007	\$ 503,905	\$ 31,102
Delinquent tax	9,837	8,036	1,801
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	4,070,351	4,109,395	(39,044)
Charges for services			0
Interest income			0
Miscellaneous revenues	61,520		61,520
Operating transfers			0
Total Cash Receipts	<u>4,676,715</u>	<u>4,621,336</u>	<u>55,379</u>
<b>EXPENDITURES</b>			
Instruction	2,822,521	2,887,441	(64,920)
Student support services	108,475	118,366	(9,891)
Instruction support staff	199,242	36,445	162,797
General administration	241,527	256,994	(15,467)
School administration	248,781	294,968	(46,187)
Operations and maintenance	278,140	290,350	(12,210)
Student transportation services	130,769	132,100	(1,331)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	647,260	598,531	48,729
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits		61,520	(61,520)
Total Expenditures	<u>4,676,715</u>	<u>\$ 4,676,715</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	<u>\$ 0</u>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## SUPPLEMENTAL GENERAL FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 660,501	\$ 674,784	\$ (14,283)
Delinquent tax	13,101	9,828	3,273
Motor vehicle tax	109,917	136,931	(27,014)
RV tax	1,788	2,200	(412)
Mineral production tax			0
Federal grants			0
State aid/grants	758,519	747,091	11,428
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>1,543,826</u>	<u>1,570,834</u>	<u>(27,008)</u>
<b>EXPENDITURES</b>			
Instruction	165,747	206,511	(40,764)
Student support services	13,480	18,000	(4,520)
Instruction support staff	64,099	294,400	(230,301)
General administration	110,209	34,000	76,209
School administration	65,594	29,700	35,894
Operations and maintenance	509,280	705,000	(195,720)
Student transportation services	90,275		90,275
Central support services			0
Other support services	13,943	14,000	(57)
Food service operations			0
Student activities	5,710		5,710
Facility acquisition and construction services			0
Debt service			0
Operating transfers	537,475	274,201	263,274
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>1,575,812</u>	<u>\$ 1,575,812</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(31,986)		
Unencumbered Cash, Beginning	78,574		
Prior Year Cancelled Encumbrances	<u>351</u>		
Unencumbered Cash, Ending	<u>\$ 46,939</u>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## VOCATIONAL EDUCATION FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants		3,602	(3,602)
Charges for services			0
Interest income			0
Miscellaneous revenues	5,260		5,260
Operating transfers	177,118	92,600	84,518
Total Cash Receipts	182,378	96,202	86,176
<b>EXPENDITURES</b>			
Instruction	176,202	176,202	0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	176,202	\$ 176,202	\$ 0
Receipts Over (Under) Expenditures	6,176		
Unencumbered Cash, Beginning	80,000		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	\$ 86,176		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## SPECIAL EDUCATION FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	44,924		44,924
Operating transfers	783,077	561,302	221,775
<b>Total Cash Receipts</b>	<b>828,001</b>	<b>561,302</b>	<b>266,699</b>
<b>EXPENDITURES</b>			
Instruction	549,709	530,933	18,776
Student support services	188,899	546,484	(357,585)
Instruction support staff	29,822		29,822
General administration			0
School administration	66,908	69,156	(2,248)
Operations and maintenance	608	1,000	(392)
Student transportation services	37,333	60,040	(22,707)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
<b>Total Expenditures</b>	<b>873,279</b>	<b>\$ 1,207,613</b>	<b>\$ (334,334)</b>
Receipts Over (Under) Expenditures	(45,278)		
Unencumbered Cash, Beginning	646,311		
Prior Year Cancelled Encumbrances	33		
<b>Unencumbered Cash, Ending</b>	<b>\$ 601,066</b>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## DRIVER TRAINING FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	3,570		3,570
Charges for services	6,343	6,325	18
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>9,913</u>	<u>6,325</u>	<u>3,588</u>
<b>EXPENDITURES</b>			
Instruction	7,287	8,860	(1,573)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	1,720	1,750	(30)
Student transportation services			0
Central support services			0
Other support services		26,118	(26,118)
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>9,007</u>	<u>\$ 36,728</u>	<u>\$ (27,721)</u>
Receipts Over (Under) Expenditures	906		
Unencumbered Cash, Beginning	30,403		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 31,309</u>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

FOOD SERVICE FUND  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	88,522	85,751	2,771
State aid/grants	3,697	3,258	439
Charges for services	222,887	169,596	53,291
Interest income			0
Miscellaneous revenues			0
Operating transfers		30,518	(30,518)
<b>Total Cash Receipts</b>	<u>315,106</u>	<u>289,123</u>	<u>25,983</u>
<b>EXPENDITURES</b>			
Instruction			0
Student support services			0
Instruction support staff			0
General administration	1,181		1,181
School administration			0
Operations and maintenance	27,520	42,000	(14,480)
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	273,743	317,550	(43,807)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
<b>Total Expenditures</b>	<u>302,444</u>	<u>\$ 359,550</u>	<u>\$ (57,106)</u>
Receipts Over (Under) Expenditures	12,662		
Unencumbered Cash, Beginning	70,427		
Prior Year Cancelled Encumbrances	<u>0</u>		
<b>Unencumbered Cash, Ending</b>	<u>\$ 83,089</u>		

The notes to the financial statements are an integral part of this statement.



## USD #372 SILVER LAKE, KS

## CAPITAL OUTLAY FUND

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 102,783	\$ 97,087	\$ 5,696
Delinquent tax	1,516	1,109	407
Motor vehicle tax	11,477	14,331	(2,854)
RV tax	187	230	(43)
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income	1,550		1,550
Miscellaneous revenues	8,005		8,005
Operating transfers			0
Total Cash Receipts	<u>125,518</u>	<u>112,757</u>	<u>12,761</u>
<b>EXPENDITURES</b>			
Instruction	7,998	40,000	(32,002)
Student support services			0
Instruction support staff		20,000	(20,000)
General administration			0
School administration		8,000	(8,000)
Operations and maintenance		250,000	(250,000)
Student transportation services		200,000	(200,000)
Central support services			0
Other support services	1,738		1,738
Food service operations			0
Student activities			0
Facility acquisition and construction services	169,798	404,000	(234,202)
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>179,534</u>	<u>\$ 922,000</u>	<u>\$ (742,466)</u>
Receipts Over (Under) Expenditures	(54,016)		
Unencumbered Cash, Beginning	1,033,909		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 979,893</u>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

PROFESSIONAL DEVELOPMENT FUND  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	30,000		30,000
	<u>30,000</u>		<u>30,000</u>
Total Cash Receipts	<u>30,000</u>	<u>0</u>	<u>30,000</u>
<b>EXPENDITURES</b>			
Instruction			0
Student support services			0
Instruction support staff	29,358	45,350	(15,992)
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services		17,862	(17,862)
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>29,358</u>	<u>63,212</u>	<u>(33,854)</u>
Total Expenditures	<u>29,358</u>	<u>\$ 63,212</u>	<u>\$ (33,854)</u>
Receipts Over (Under) Expenditures	642		
Unencumbered Cash, Beginning	63,212		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 63,854</u>		

The notes to the financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

**KPERS SPECIAL RETIREMENT CONTRIBUTION FUND**  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	457,817	502,865	(45,048)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
<b>Total Cash Receipts</b>	<u>457,817</u>	<u>502,865</u>	<u>(45,048)</u>
<b>EXPENDITURES</b>			
Instruction	325,049	345,916	(20,867)
Student support services	54,938	58,732	(3,794)
Instruction support staff	12,874	11,495	1,379
General administration	10,017	16,511	(6,494)
School administration	16,024	19,751	(3,727)
Operations and maintenance	13,735	16,511	(2,776)
Student transportation services	4,578	7,099	(2,521)
Central support services			0
Other support services	16,024	19,751	(3,727)
Food service operations	4,578	7,099	(2,521)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
<b>Total Expenditures</b>	<u>457,817</u>	<u>\$ 502,865</u>	<u>\$ (45,048)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
<b>Unencumbered Cash, Ending</b>	<u>\$ 0</u>		

The notes to financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## AT RISK FUND (K-12)

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	171,784	151,083	20,701
Total Cash Receipts	171,784	151,083	20,701
<b>EXPENDITURES</b>			
Instruction	172,201	199,500	(27,299)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	172,201	\$ 199,500	\$ (27,299)
Receipts Over (Under) Expenditures	(417)		
Unencumbered Cash, Beginning	48,417		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 48,000		

The notes to financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## AT RISK FUND (4 Year Old)

## Schedule of Cash Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	16,000		16,000
<b>Total Cash Receipts</b>	<u>16,000</u>	<u>0</u>	<u>16,000</u>
<b>EXPENDITURES</b>			
Instruction	16,371	25,594	(9,223)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
<b>Total Expenditures</b>	<u>16,371</u>	<u>\$ 25,594</u>	<u>\$ (9,223)</u>
Receipts Over (Under) Expenditures	(371)		
Unencumbered Cash, Beginning	25,594		
Prior Year Cancelled Encumbrances	<u>0</u>		
<b>Unencumbered Cash, Ending</b>	<u>\$ 25,223</u>		

The notes to financial statements are an integral part of this statement.

## USD #372 SILVER LAKE, KS

## BOND AND INTEREST FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2014

	Actual	Budget	Variance- Over (Under)
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 307,862	\$ 288,928	\$ 18,934
Delinquent tax	5,890	5,553	337
Motor vehicle tax	51,102	64,151	(13,049)
RV tax	832	1,031	(199)
Federal grants			0
State aid/grants	201,385	201,385	0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>567,071</u>	<u>561,048</u>	<u>6,023</u>
<b>EXPENDITURES</b>			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service	582,946	584,000	(1,054)
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>582,946</u>	<u>\$ 584,000</u>	<u>\$ (1,054)</u>
Receipts Over (Under) Expenditures	(15,875)		
Unencumbered Cash, Beginning	552,266		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 536,391</u>		

The notes to financial statements are an integral part of this statement.

USD #372 SILVER LAKE, KS  
 ANY NONBUDGETED FUNDS  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2014

	<u>Textbook</u>	<u>Contingency Reserve</u>	<u>Title I</u>
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			38,531
State aid/grants			
Charges for services	54,637		
Interest income			
Miscellaneous revenues	90		
Operating transfers		<u>6,756</u>	
Total Cash Receipts	<u>54,727</u>	<u>6,756</u>	<u>38,531</u>
<b>EXPENDITURES</b>			
Instruction	52,298		38,531
Student support services			
Instruction support staff	40		
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>52,338</u>	<u>0</u>	<u>38,531</u>
Receipts Over (Under) Expenditures	2,389	6,756	0
Unencumbered Cash, Beginning	87,275	497,514	0
Prior Year Cancelled Encumbrances		<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u>89,664</u>	\$ <u>504,270</u>	\$ <u>0</u>

The notes to the financial statements are an integral part of this statement.

USD #372 SILVER LAKE, KS  
 ANY NONBUDGETED FUNDS  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2014

	<u>Drug Free Title IV</u>	<u>Carl Perkins</u>	<u>Title IIA</u>
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			7,727
State aid/grants			
Charges for services			
Interest income			
Miscellaneous revenues		159	
Operating transfers			
	<u>0</u>	<u>159</u>	<u>7,727</u>
<b>EXPENDITURES</b>			
Instruction			7,727
Student support services			
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
	<u>0</u>	<u>0</u>	<u>7,727</u>
<b>Total Expenditures</b>	<u>0</u>	<u>0</u>	<u>7,727</u>
 Receipts Over (Under) Expenditures	 0	 159	 0
Unencumbered Cash, Beginning	750	1,227	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	 <u>\$ 750</u>	 <u>\$ 1,386</u>	 <u>\$ 0</u>

The notes to the financial statements are an integral part of this statement.



USD #372 SILVER LAKE, KS  
 ANY NONBUDGETED FUNDS  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2014

	<u>Title VIB</u>	<u>Early Childhood Flo-Thru</u>
<b>CASH RECEIPTS</b>		
Taxes and Shared Revenue		
Ad valorem property tax	\$	\$
Delinquent tax		
Motor vehicle tax		
RV tax		
Mineral production tax		
Federal grants	136,537	7,205
State aid/grants		
Charges for services		
Interest income		
Miscellaneous revenues		
Operating transfers		
	<u>136,537</u>	<u>7,205</u>
<b>EXPENDITURES</b>		
Instruction		
Student support services	136,537	7,205
Instruction support staff		
General administration		
School administration		
Operations and maintenance		
Student transportation services		
Central support services		
Other support services		
Food service operations		
Student activities		
Facility acquisition and construction services		
Debt service		
Operating transfers		
Adjustment for qualifying budget credits		
	<u>136,537</u>	<u>7,205</u>
<b>Receipts Over (Under) Expenditures</b>	0	0
<b>Unencumbered Cash, Beginning</b>	0	0
<b>Prior Year Cancelled Encumbrances</b>	<u>0</u>	<u>0</u>
<b>Unencumbered Cash, Ending</b>	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

The notes to the financial statements are an integral part of this statement.

USD #372 SILVER LAKE, KS  
 AGENCY FUNDS  
 Summary of Receipts and Disbursements  
 Regulatory Basis  
 For the Year Ended June 30, 2014

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Payroll liabilities	\$ 100,612	\$ 89,100	\$	\$ 189,712
High School				
CPR fee	802	783	1,585	0
Drama	2,725	7,119	6,889	2,955
Student Council	913	1,132	1,939	106
FCCLA	0			0
FFA	5,319	12,939	11,361	6,897
JR. High student council	1,139	898	962	1,075
Class of 2011	1,921		1,921	0
Class of 2013	72		72	0
Class of 2014	1,956	241	2,116	81
Class of 2015	4,469	10,218	7,755	6,932
Class of 2016	855	825	660	1,020
Class of 2017	0	680		680
Kansas Beef Council	85	1		86
Art Club	1,199	2,684	3,323	560
National honor society	307	109	138	278
National forensics league	3,766	13,776	14,425	3,117
Band	6,114	22,440	25,979	2,575
Vocal	954	4,897	5,814	37
Scholars' bowl	1,051	708	1,015	744
Spanish club	223	0	0	223
Varsity cheerleaders	3,544	8,991	8,740	3,795
Fundraisers	8,641	45,727	40,296	14,072
JR. High locker deposit	305	100	235	170
Pommers	2,847	9,984	10,755	2,076
JR. High cheerleaders	5,274	9,891	12,015	3,150
Total	\$ <u>155,093</u>	\$ <u>243,243</u>	\$ <u>157,995</u>	\$ <u>240,341</u>

The notes to the financial statements are an integral part of this statement.

USD #372 SILVER LAKE, KS  
DISTRICT ACTIVITY FUNDS  
Schedule of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2014

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Gate Receipts</b>	\$ 2,574	\$	\$ 2	\$	\$ 2,576	\$	\$ 2,576
High school athletics	900		21,141	21,765	276		276
Basketball	170		3,939	4,109	0		-
Baseball	0		1,718	1,718	0		-
Softball	100		3,351	3,451	0		-
Volleyball	0		21,590	21,590	0		-
Football	801		6,129	6,910	20		20
Track	56		798	854	0		-
Cross-country	1,056		6,367	7,359	64		64
Wrestling	205		6,392	6,596	1		1
Golf	3,319		13,709	16,471	557		557
JR. High athletics							
<b>Subtotal Gate Receipts</b>	<b>9,181</b>	<b>0</b>	<b>85,136</b>	<b>90,823</b>	<b>3,494</b>	<b>0</b>	<b>3,494</b>
<b>School Projects</b>							
Grade school							
Courtesy	9,129		22,057	20,620	10,566		10,566
Library	1,575		34		1,609		1,609
Students at-risk	7,801		3,268	1,442	9,627		9,627
Art/Band	1,012				1,012		1,012
Art store	889		3,439	3,055	1,273		1,273
ICF	386		632	238	780		780
Freiden donation	0		1,000		1,000		1,000
KBS	2,407				2,407		2,407
High School							
Flower fund	785		1,846	2,133	498		498
Student activity	2,994		10,355	9,307	4,042		4,042
After prom	0				0		-
Monthly interest	56		13		69		69
Library supplies	94		263	106	251		251
Yearbook	8,014		13,141	16,358	4,797		4,797
JH Yearbook	970		2,847	3,525	292		292
Journalism	11,886		7		11,893		11,893
A.M. Café	0				0		-
HS JH Play	1,731		2,578	3,707	602		602
Equipment & supplies	779		744	956	567		567
CD	312				312		312
Activity fees	0		14,611	14,611	0		-
Fall concessions	0		14,089	13,089	1,000		1,000
Winter concessions	0		24,457	23,711	746		746
<b>Subtotal School Projects</b>	<b>50,820</b>	<b>0</b>	<b>115,381</b>	<b>112,858</b>	<b>53,343</b>	<b>0</b>	<b>53,343</b>
<b>Total District Activity Funds</b>	<b>\$ 60,001</b>	<b>\$ 0</b>	<b>\$ 200,517</b>	<b>\$ 203,681</b>	<b>\$ 56,837</b>	<b>\$ 0</b>	<b>\$ 56,837</b>

The notes to the financial statements are an integral part of this statement.

...KL...

**Karlin & Long, LLC**  
*Certified Public Accountants*

Board of Education  
Unified School District No. 372  
Silver Lake, Kansas 66539

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL COMPLIANCE REPORTING AND OTHER MATTERS BASED ON  
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

We have audited the financial statements of Unified School District No. 372, Silver Lake, Kansas ("Municipality") as of and for the year ended June 30, 2014, and have issued our report thereon dated September 1, 2014. In our report, our opinion was qualified due to the use of another comprehensive basis of accounting. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Unified School District No. 372's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Unified School District No. 372's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented, or detected and corrected on a timely basis.

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Lawrence, Kansas 66044  
(785) 312-9091

Board of Education  
Unified School District No. 372  
Silver Lake, Kansas 66539

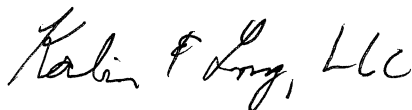
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

**Compliance and Other Matters**

misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

**Purpose of this Report**

This report is intended solely for the information and use of the audit committee, management, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Karlin & Long, LLC". The signature is written in a cursive, flowing style.

Karlin & Long, LLC  
Certified Public Accountants

September 1, 2014